

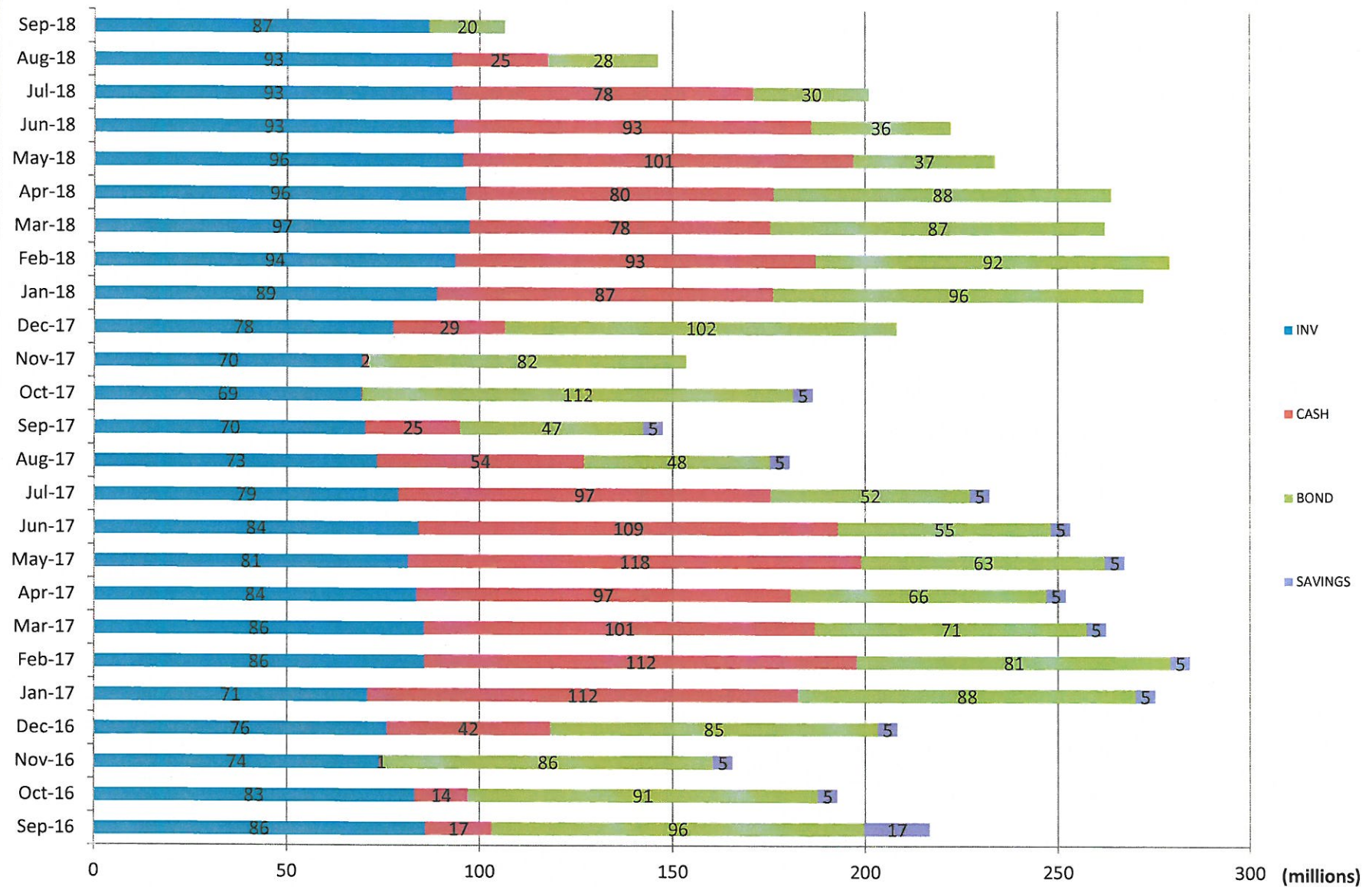
Louisville Metro Investment Council



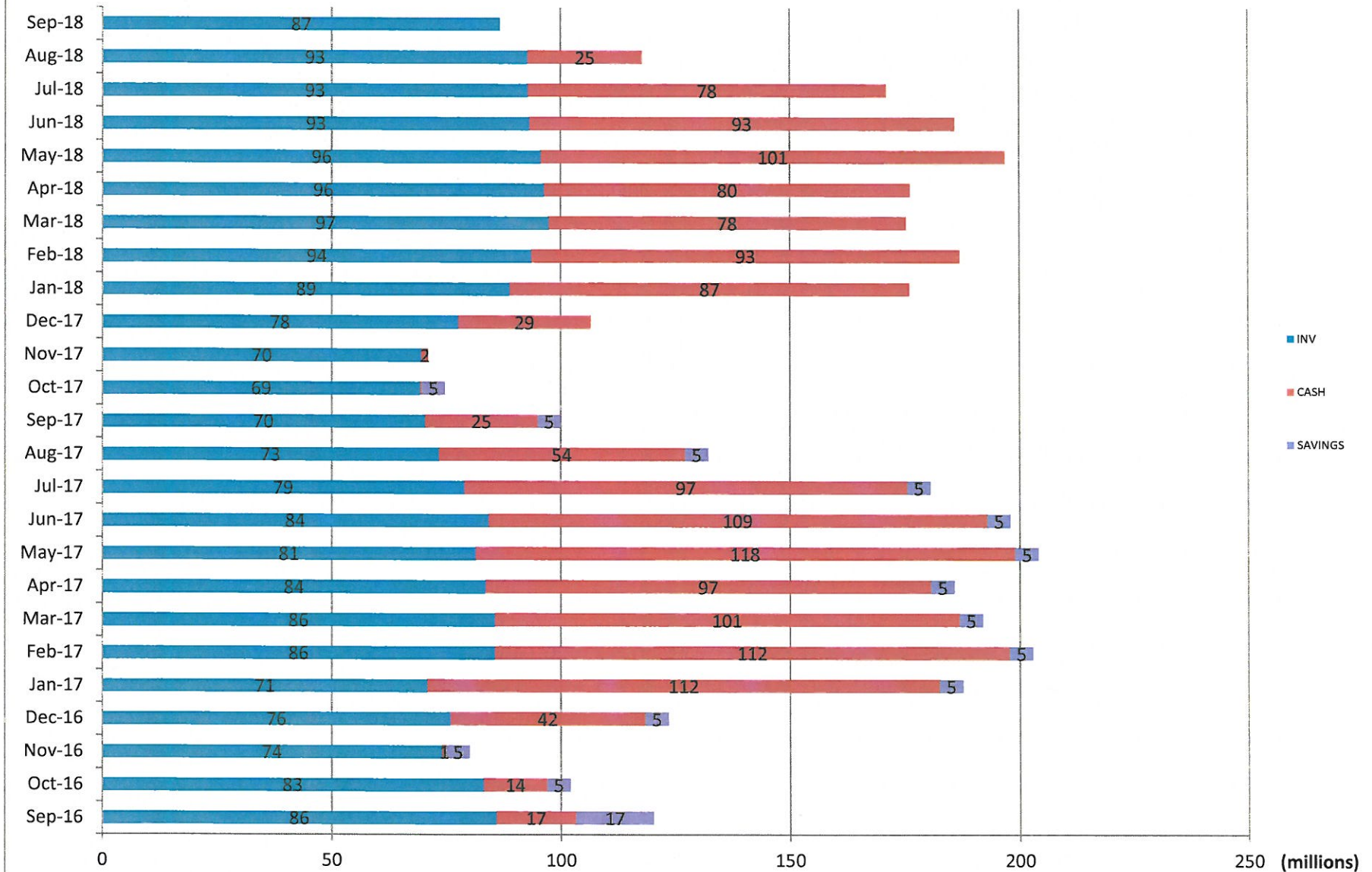
October 12, 2018

PORTFOLIO COMPOSITION

Metro Total Cash Position as of 9/30/18



Metro Cash Position (Excluding Bond Proceeds) as of 9/30/18



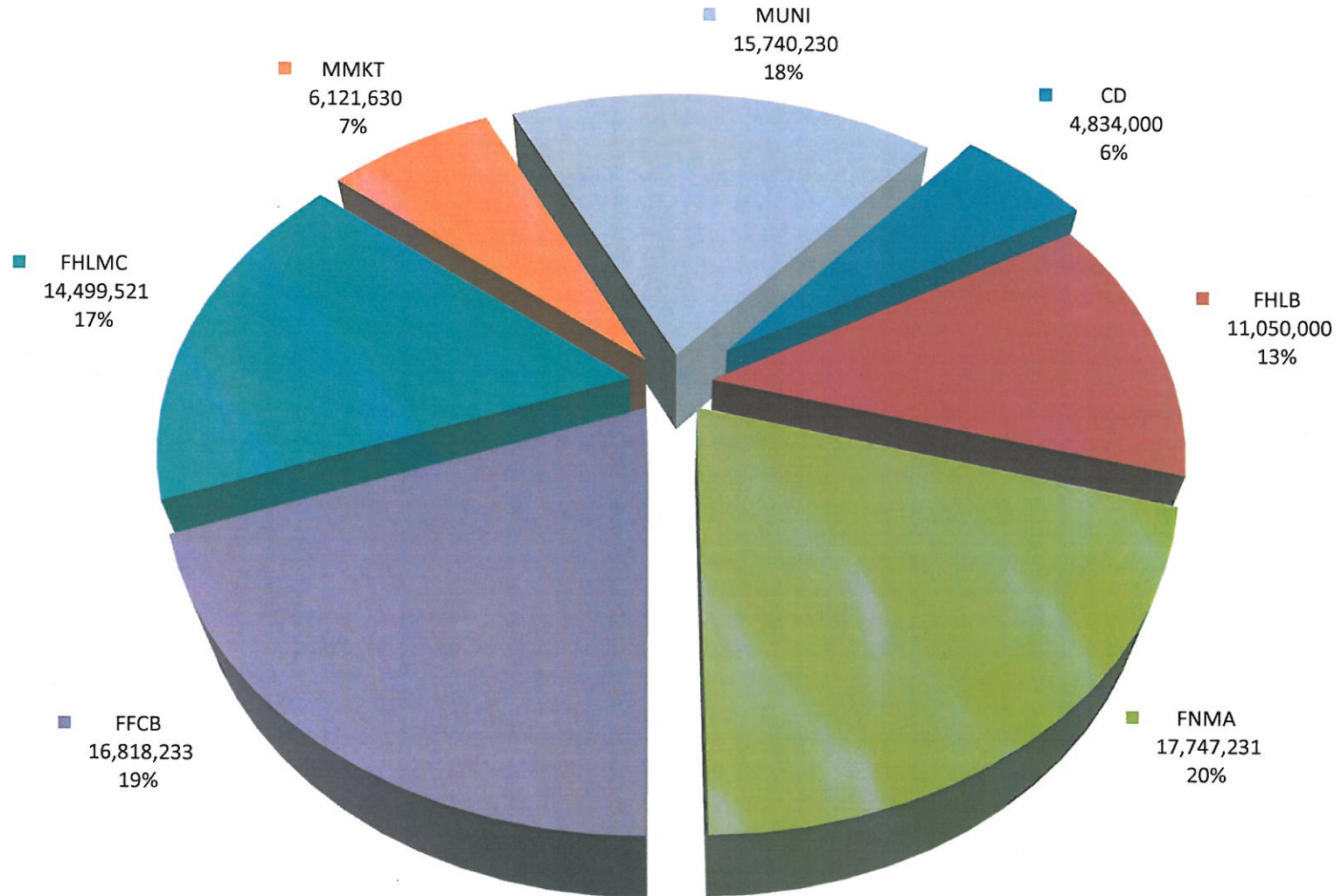
Acc Int / Amort / Mkt Val
Lou / Jeff Cty Metro Finance
Effective Interest - Callable Life
Receipts in Period
9/30/2018

	Invest Number	CUSIP	Security Description	Call Date	Purchase Date	Ending Par Val/Shares	Ending Amor Val/Cost	Ending Market Val	Amortization Purch/Date	PTD Purch Received	Int/Div Rec Purch/Date	Int/Div Accrued Purch/Date	Purch Int + Acc Int
Cash	AR-0046	METRO CONC 53- 714868609	Cash Account	Open	09/22/08	-19,762,378.57	-19,762,378.57	-19,762,378.57	0.00	0.00	927,484.40	0.00	0.00
	AR-0054	METRO SAFEKEEPING - 1050996303	Cash Account	Open	12/30/16	2,512,101.74	2,512,101.74	2,512,101.74	0.00	0.00	41,479.51	0.00	0.00
	Cash Total					-17,250,276.83	-17,250,276.83	-17,250,276.83	0.00	0.00	968,963.91	0.00	0.00
Certificate of Deposit	18-0050	772	METRO 1.05 10/07/18	Open	10/06/17	100,000.00	100,000.00	100,000.00	0.00	0.00	963.71	67.08	67.08
	18-0051	YCB 1499	YCB 0.1499 10/23/18	Open	11/23/17	250,000.00	250,000.00	250,000.00	0.00	0.00	280.30	39.56	39.56
	18-0057	02007GAQ6	ALLY BK UTAH 2.25 01/27/20	Open	01/25/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,789.38	1,062.50	1,062.50
	18-0058	211163GW4	CONT BANK UTAH 2.10 07/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,603.42	977.08	977.08
	18-0059	55266CYB6	MB FINL BK ILL 2.35 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	3,911.30	65.28	65.28
	18-0060	58404DBA8	MEDALLION BK UTAH 2.40 01/26/22	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	3,994.52	66.67	66.67
	18-0061	857894WJ4	STEARNS BK MINN 2.20 01/26/21	Open	01/26/18	250,000.00	250,000.00	250,000.00	0.00	0.00	3,661.62	61.11	61.11
	18-0062	27113PCG4	EAST BOSTON SVGS 2.30 07/30/21	Open	01/30/18	250,000.00	250,000.00	250,000.00	0.00	0.00	2,851.37	498.99	498.99
	18-0065	501798LQ3	LCA BANK CORPORATION 2.60 02/28/22	Open	02/28/18	246,000.00	246,000.00	246,000.00	0.00	0.00	3,171.72	604.07	604.07
	18-0067	856285JS1	ST BK IND NYC 3.00 03/06/23	Open	03/06/18	246,000.00	246,000.00	246,000.00	0.00	0.00	3,720.33	512.50	512.50
	18-0068	254673MW3	DISCOVER BANK 2.65 03/08/21	Open	03/07/18	246,000.00	246,000.00	246,000.00	0.00	0.00	3,286.29	416.49	416.49
	18-0070	75272LAD8	RANDOLPH SAVINGS BANK 2.60 03/09/22	Open	03/09/18	246,000.00	246,000.00	246,000.00	0.00	0.00	3,224.28	390.87	390.87
	18-0075	CD423	METRO 1.50 05/07/19	Open	05/07/18	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	5,054.79	958.33	958.33
	18-0084	CD075	METRO 1.50 06/07/19	Open	06/07/18	1,000,000.00	1,000,000.00	1,000,000.00	0.00	0.00	3,780.82	958.33	958.33
	Certificate of Deposit Total					4,834,000.00	4,834,000.00	4,834,000.00	0.00	0.00	43,293.85	6,678.86	6,678.86
FFCB	17-0010	3133EGNK7	FFCB 1.32 07/27/20	07/27/17	07/27/16	3,000,000.00	3,000,000.00	2,920,290.00	0.00	0.00	79,200.00	7,040.00	7,040.00
	17-0022	3133EGVJ1	FFCB 1.16 09/26/19	09/26/17	09/27/16	3,000,000.00	3,000,000.00	2,958,000.00	0.00	96.67	69,600.00	483.33	580.00
	17-0077	3133EHMG5	FFCB 1.80 03/12/21	09/12/17	06/22/17	2,000,000.00	2,000,000.00	1,949,460.00	1,400.00	5,000.00	45,000.00	1,900.00	2,900.00
	18-0052	3133EHL43	FFCB 2.15 07/26/22	01/29/18	01/23/18	1,850,000.00	1,850,000.00	1,792,724.00	20,442.50	9,778.02	29,831.25	7,181.60	16,793.89
	18-0053	3133EHLR9	FFCB 2.00 07/19/21	07/19/18	01/23/18	1,769,000.00	1,769,000.00	1,717,415.96	12,383.00	393.11	17,690.00	7,076.00	7,469.11
	18-0063	3133EJCG2	FFCB 2.73 02/14/22	02/14/19	02/27/18	2,000,000.00	1,999,233.38	1,982,920.00	1,233.38	1,971.67	27,300.00	7,128.33	9,100.00
	19-0002	3133EJYC7	FFCB 3.17 08/28/23	08/28/19	08/28/18	3,200,000.00	3,200,000.00	3,185,920.00	0.00	0.00	0.00	9,298.67	9,298.67
	FFCB Total					16,819,000.00	16,818,233.38	16,506,729.96	35,458.88	17,239.47	268,621.25	40,107.93	53,181.67
FHLB	16-0071	3130A8JZ7	FHLB 1.22 12/30/19	06/30/17	06/30/16	2,900,000.00	2,900,000.00	2,846,205.00	0.00	0.00	70,760.00	8,943.28	8,943.28
	17-0034	3130A8RP0	FHLB 1.05 10/26/18	10/26/16	10/11/16	2,000,000.00	2,000,000.00	1,998,480.00	400.00	4,812.50	36,750.00	9,041.67	13,416.67
	17-0046	3130AAQV3	FHLB 1.67 04/30/20	01/30/18	02/02/17	2,400,000.00	2,400,000.00	2,358,000.00	0.00	6,828.44	60,120.00	6,791.33	7,014.00
	17-0066	3130AAQB7	FHLB 2.00 08/16/21	02/16/18	02/16/17	2,000,000.00	2,000,000.00	1,938,340.00	0.00	0.00	60,000.00	5,000.00	5,000.00
	19-0001	3130AEF47	FHLB 3.15 06/07/23	06/07/23	08/23/18	1,750,000.00	1,750,000.00	1,730,645.00	0.00	0.00	0.00	5,818.75	17,456.25
	FHLB Total					11,050,000.00	11,050,000.00	10,871,670.00	400.00	11,640.94	227,630.00	35,595.03	51,830.20
FHLMC	16-0051	3134G9JT5	FHLMC 1.35 11/26/19	08/26/16	05/26/16	1,500,000.00	1,500,000.00	1,476,705.00	525.00	0.00	40,500.00	7,031.25	7,031.25
	16-0052	3134G9KW6	FHLMC 1.35 11/26/19	08/26/16	05/26/16	2,000,000.00	2,000,000.00	1,969,000.00	2,200.00	0.00	54,000.00	9,375.00	9,375.00
	16-0059	3134G9NE3	FHLMC 1.20 06/14/19	06/14/17	06/14/16	2,000,000.00	2,000,000.00	1,981,380.00	0.00	0.00	48,000.00	7,133.33	7,133.33
	16-0070	3134G9WJ2	FHLMC 1.20 09/30/19	09/30/16	06/30/16	1,000,000.00	1,000,000.00	985,450.00	0.00	0.00	21,000.00	6,033.33	6,033.33
	17-0016	3134G9W37	FHLMC 1.45 08/10/20	11/10/16	08/10/16	1,500,000.00	1,500,000.00	1,462,635.00	0.00	0.00	43,500.00	3,081.25	3,081.25
	17-0035	3134GAPV0	FHLMC 1.03 10/12/18	01/12/17	10/12/16	2,000,000.00	2,000,000.00	1,999,300.00	0.00	0.00	30,900.00	9,670.56	9,670.56
	18-0064	3134GSDN2	FHLMC 2.70 02/15/22	02/15/19	02/27/18	2,500,000.00	2,499,521.16	2,457,000.00	771.16	2,250.00	33,750.00	8,625.00	10,875.00
	18-0072	3134GSGF6	FHLMC 2.625 09/15/21	03/15/19	03/15/18	2,000,000.00	2,000,000.00	1,975,060.00	0.00	0.00	26,250.00	2,333.33	2,333.33
	FHLMC Total					14,500,000.00	14,499,521.16	14,306,530.00	3,496.16	2,250.00	297,900.00	53,283.05	55,533.05
FNMA	16-0046	3135G0J95	FNMA 1.35 10/28/19	10/28/16	05/19/16	1,000,000.00	1,000,000.00	984,880.00	1,000.00	787.50	27,000.00	5,737.50	6,525.00
	16-0048	3136G3MQ5	FNMA 1.30 11/25/19	11/25/16	05/25/16	2,000,000.00	2,000,000.00	1,967,520.00	0.00	0.00	52,000.00	9,100.00	9,100.00
	16-0067	3136G3TR6	FNMA 1.05 06/28/19	06/28/17	06/28/16	2,000,000.00	2,000,000.00	1,978,040.00	0.00	0.00	42,000.00	5,425.00	5,425.00
	17-0011	3136G3L37	FNMA 1.125 10/28/19	07/28/17	07/28/16	2,000,000.00	2,000,000.00	1,967,320.00	0.00	0.00	45,000.00	3,937.50	3,937.50
	17-0025	3136G34K8	FNMA 1.125 09/09/19	03/09/17	09/28/16	2,500,000.00	2,500,000.00	2,466,225.00	1,250.00	1,484.38	56,250.00	1,718.75	3,203.13
	17-0048	3136G4KD4	FNMA 1.75 06/29/20	06/29/17	02/03/17	2,000,000.00	2,000,000.00	1,964,680.00	0.00	3,305.56	52,500.00	8,944.44	12,250.00
	18-0054	3134G95P8	FNMA STEP 1.625 08/25/21	02/25/18	01/26/18	2,000,000.00	2,000,000.00	1,952,620.00	15,000.00	13,631.94	33,750.00	3,750.00	17,111.11
	18-0055	3136G3ZP3	FNMA STEP 1.50 07/28/21	04/28/18	01/23/18	2,000,000.00	2,000,000.00	1,971,240.00	2,000.00	14,583.33	30,000.00	7,000.00	21,583.33
	18-0056	3136G4QE6	FNMA 2.20 10/26/22	10/26/18	01/23/18	2,250,000.00	2,247,231.13	2,173,635.00	27,374.60	11,962.50	24,750.00	21,312.50	33,275.00
	FNMA Total					17,750,000.00	17,747,231.13	17,426,160.00	46,624.60	45,755.21	363,250.00	66,925.69	112,410.07
Money Market	AR-0001	MMKT FED - 5000638	Money Market	Open	07/01/99	161.08	161.08	161.08	0.00	0.00	1,652,555.42	0.00	0.00
	AR-0058	JPMORGAN MMKT - 00005017334	Money Market	Open	12/19/17	23,438.86	23,438.86	23,438.86	0.00	0.00	23,438.85	0.00	0.00
	AR-0059	GOLDMAN SACHS MMKT - 0188506760	Money Market	Open	12/19/17	3,037,427.53	3,037,427.53	3,037,427.53	0.00	0.00	37,427.52	0.00	0.00
	AR-0060	FEDERATED MMKT - 06090498885	Money Market	Open	12/19/17	23,549.01	23,549.01	23,549.01	0.00	0.00	23,548.99	0.00	0.00
	AR-0061	DREYFUS MMKT - 0616753258	Money Market	Open	12/19/17	3,037,053.23	3,037,053.23	3,037,053.23	0.00	0.00	37,053.21	0.00	0.00
	Money Market Total					6,121,629.71	6,121,629.71	6,121,629.71	0.00	0.00	1,774,023.99	0.00	0.00
Municipal Bond	15-0045	613357AF9	MONTG CO 2.44 11/01/19	Open	06/25/15	500,000.00	503,397.71	498,535.00	-9,852.29	1,830.00	36,600.00	5,083.33	6,913.33
	16-0065	64971WF39	NYC TRAN FIN AUTH-SUB 1.69 02/01/21	Open	06/23/16	1,350,000.00	1,354,310.95	1,306,624.50	-4,045.55	4,999.58	51,967.49	3,802.50	7,731.75

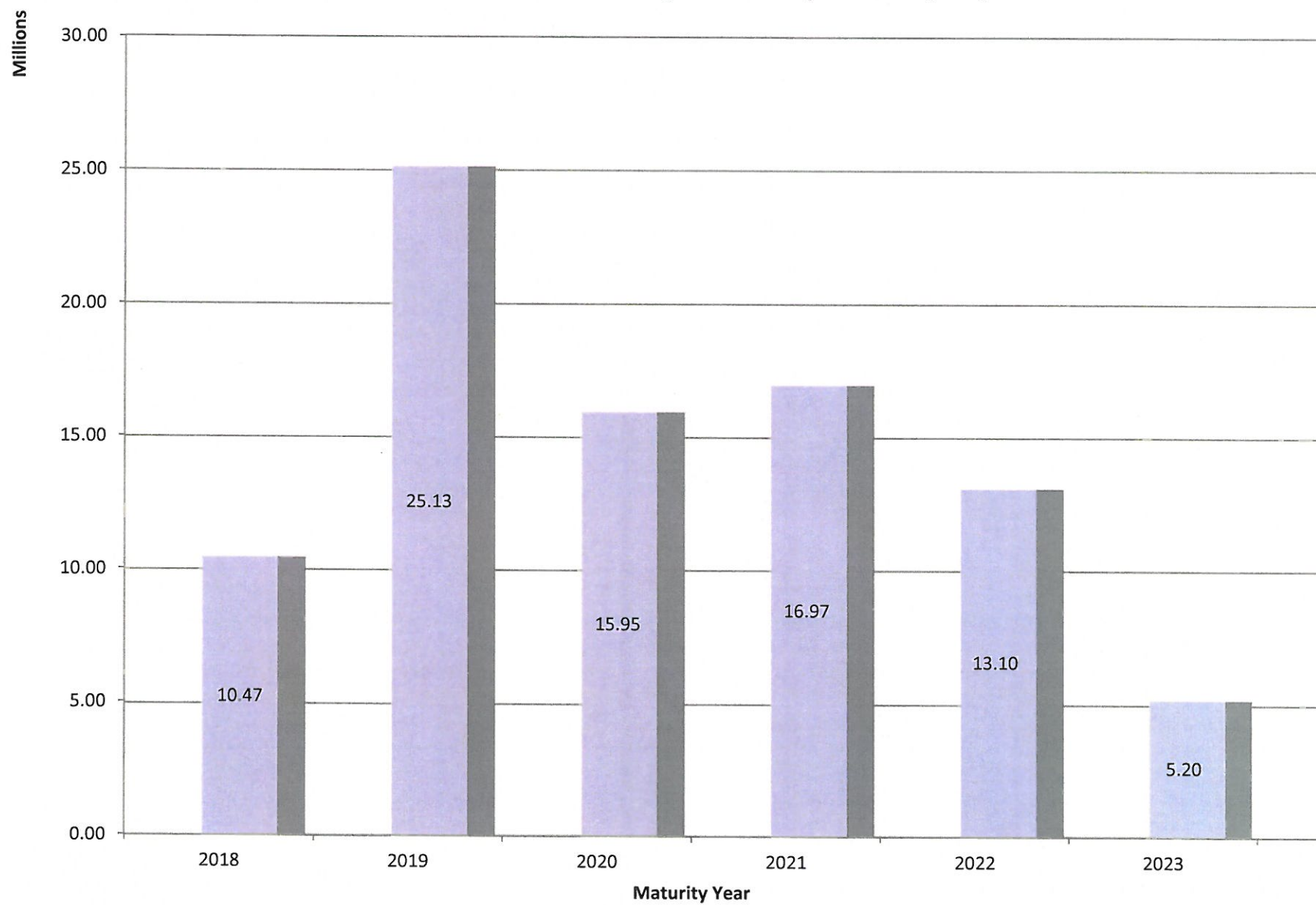
17-0004	047681NZ0
17-0012	555542LS6
17-0027	64990E4G9
17-0028	64990EEL7
17-0029	64971WNG7
17-0032	597137GZ5
17-0051	696624AV7
17-0059	485429Y32
17-0075	041042ZV7
17-0076	64966HYC8
18-0071	64966MWH8
18-0090	914713H21
Municipal Bond Total	
Investment Total	

ATLANTA ETC REC 2.41	12/01/19	Open	07/22/16	720,000.00	728,801.78	714,247.20	-16,167.82	2,440.96	34,643.17	5,784.00	8,242.20
MACON-BIBB CNTY GA 3.00	12/01/20	Open	08/01/16	425,000.00	438,998.50	422,819.75	-13,567.00	2,104.72	25,439.17	4,250.00	6,375.00
NY DORM AUTH C-TXBL 1.10	02/15/20	Open	09/30/16	1,000,000.00	1,000,000.00	975,820.00	0.00	1,138.20	21,052.78	1,405.56	1,833.34
NYS DORM AUTH C-TXBL 2.12	03/15/21	Open	09/30/16	2,000,000.00	2,027,350.83	1,951,420.00	-21,549.17	1,766.67	84,800.00	1,884.44	3,651.11
NY TRANSITION TXBL 1.35	08/01/20	Open	09/30/16	2,625,000.00	2,634,495.41	2,548,665.00	-10,139.59	4,162.27	65,854.69	5,906.25	6,693.75
MIDDLETOWN OH 2.053	12/01/20	Open	10/07/16	400,000.00	405,124.79	391,160.00	-4,551.21	2,831.62	16,363.17	2,737.33	5,429.04
CA PDTDEV 2.75	10/01/22	Open	02/06/17	1,000,000.00	998,118.62	974,050.00	738.62	3,235.92	32,159.72	13,750.00	14,208.33
KANSAS ST DEV AUTH 2.608	04/15/20	Open	02/08/17	775,000.00	783,280.58	770,528.25	-8,591.17	6,344.32	30,318.00	9,319.98	15,664.30
ARKANSAS ST 2.875	06/01/21	Open	06/09/17	800,000.00	821,704.81	795,504.00	-10,295.19	511.11	23,000.00	7,666.67	8,177.78
NEW YORK GO 4.774	03/01/20	Open	06/27/17	1,000,000.00	1,039,973.99	1,024,580.00	-34,686.01	15,382.89	71,610.00	3,978.33	19,361.22
NYC GO 2.80	03/01/22	Open	03/13/18	2,500,000.00	2,509,532.96	2,465,950.00	-1,442.04	0.00	33,250.00	5,833.33	5,833.33
NORTH CAROLINA 2.285	12/01/20	Open	06/13/18	500,000.00	495,138.82	491,360.00	653.82	0.00	0.00	3,427.50	3,808.33
				15,595,000.00	15,740,229.75	15,331,263.70	-133,494.60	46,748.26	527,058.19	74,829.22	113,922.81
				69,419,352.88	69,560,568.30	68,147,706.54	-47,514.96	123,633.88	4,470,741.19	277,419.78	393,556.66

Total Portfolio Asset Allocation as of 9/30/2018

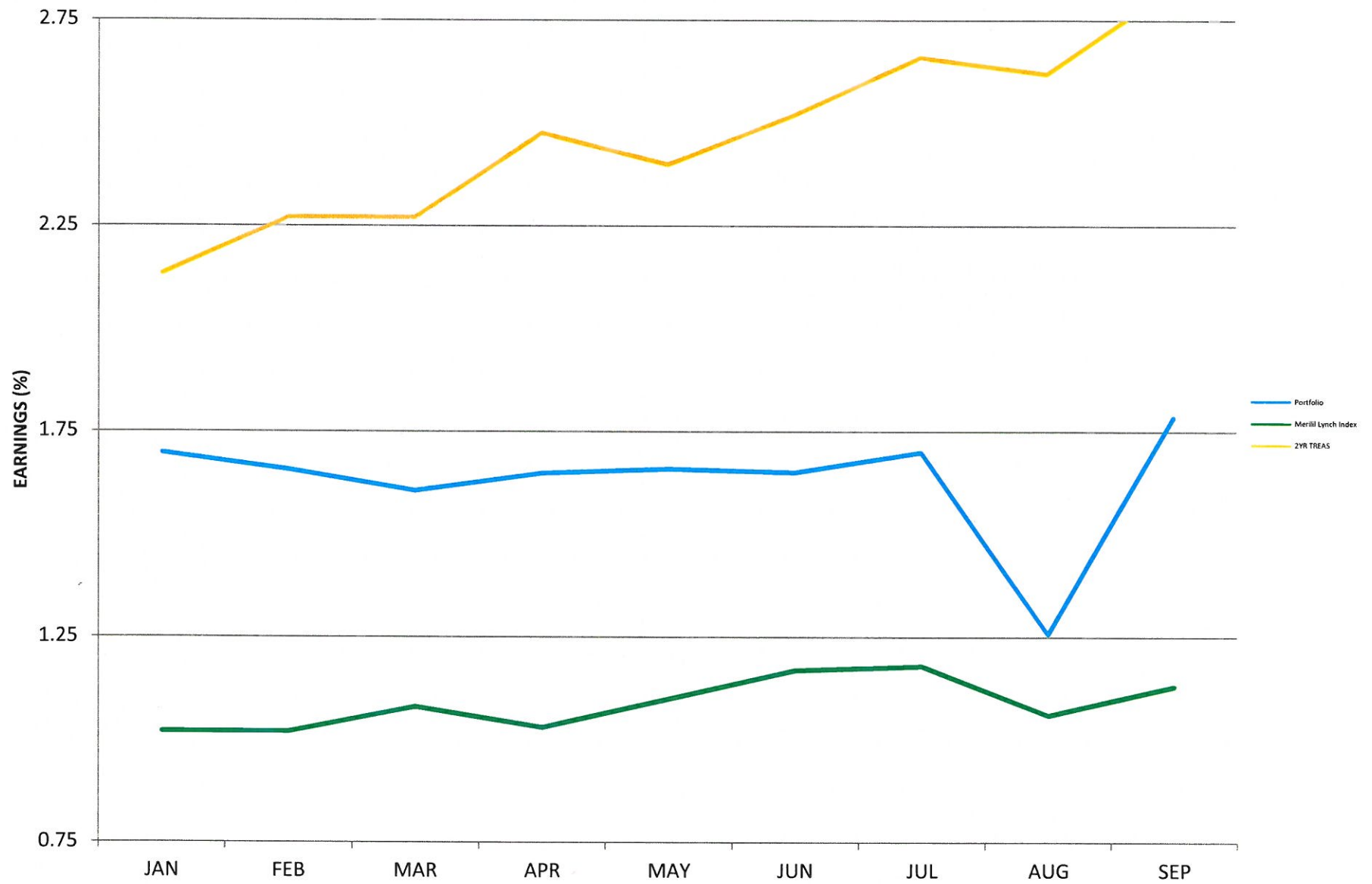


Investment Portfolio by Maturity as of 9/30/18



PORTFOLIO PERFORMANCE

Portfolio Performance as of 9/30/18



DATA ANALYSIS

Metro Cash Position

Balances have declined again for this month but more than previously anticipated for the month of September. This was not anticipated but due mostly to revenues being down across the board and not receiving any payments from the Revenue Commission as our debt service payments exceeded those revenues. We will receive some relief from in the form of maturing funds and do have MMKT funds that can be redeemed if needed but it does appear that our low point has shifted a month earlier than expected. We will continue to monitor levels closely and adjust investment strategies in an effort to prevent this from recurring.

Asset Allocation

There was activity for the month of September to report.

Matured: \$2 million FHLMC 1.01% 9/28/18

There were significant changes in allocation across all sectors of the portfolio. This can be attributed to the decrease in cash levels as well as the maturity listed above.

Maturity Distribution

The maturity distribution changed slightly due to the activity above. There are no other changes to the distribution to report.

Portfolio Performance

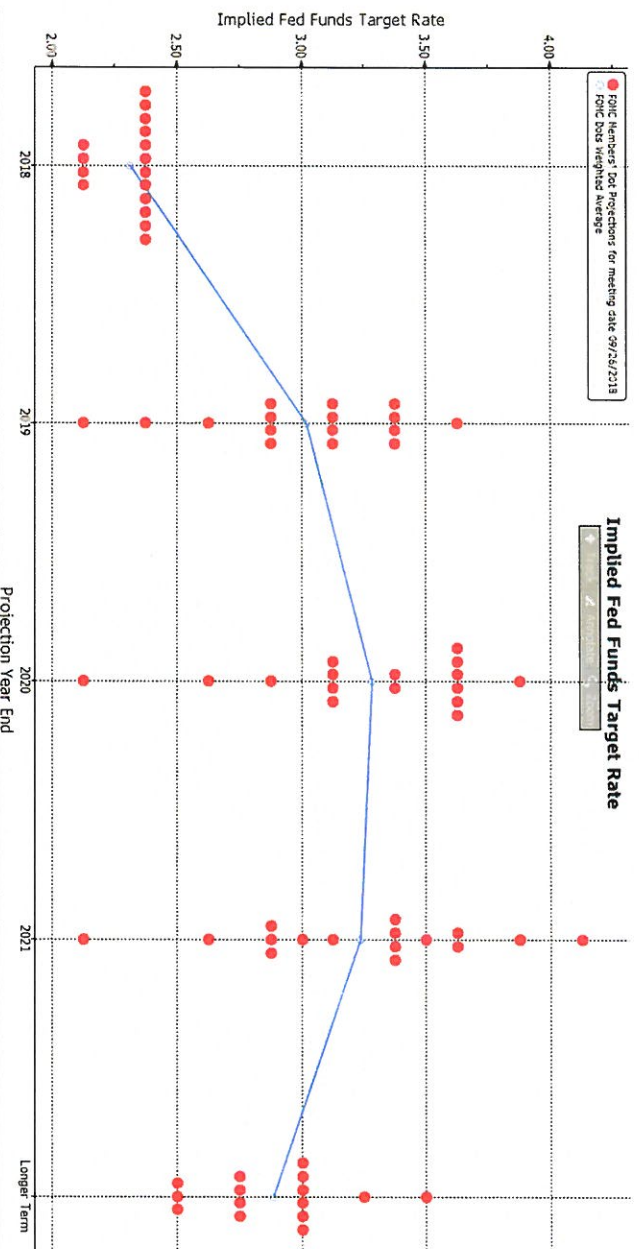
Performance rebounded from the purchases and sales made last month. We're back on track with where we were before taking the loss on sales and should see yields rise slightly as we receive the benefits from the higher interest rates we brought in last month. Performance will continue to lag behind the 2 year rate as rates rise until we have funds available to invest to close that gap.

ECONOMIC UPDATE

ECONOMIC UPDATE

The end of another quarter and more indications of a strong economy. The market is expecting a solid jobs report for September and Unemployment is the lowest rate we've seen in the economy since 1969. These numbers however, could be subject to large revisions as a result of Hurricane Florence. The Labor Department is projecting 299k workers were idled by bad weather and so the market appears to be discounting the reports for now. Having said that, there does appear to be some upward pressure on the long end of the curve as the 10-Year Treasury yield spiked from 3.06% to 3.21%. It will be interesting to see if that trend continues or if we'll continue to experience the flatness we have for the last few months.

Speaking of the curve, we also received another rate hike from the FOMC. This puts the current fed funds rate in the range of 2 – 2.25%. How much more is expected; potentially another 4-5 hikes thru 2019 according to fed projections seen below.



The chart shows where fed members (the red dots) expect the target rate to be at year end. If you follow this dot plot, the rate range at the end of 2019 should lie around 3%. This would fall in line with another 4 hikes but the latest rumblings from the FOMC suggest they believe the neutral rate is closer to 3.4% and would raise to that rate before pausing based on current economic data. If that is the case, it would leave the December 2019 meeting open as the fifth potential rate hike.

There are 2 things to keep an eye on when monitoring these potential hikes. The first being the criticism of the rate hikes by the president who, in recent weeks, criticized the Fed's consistent rate hikes and the interference with economic growth. Fed Chairman Powell has been focused on economic data and reassured everyone that neither he nor other officials are allowing politics to bother them. This is good and less of a worry than the other topic of concern which is trade concerns.

There does appear to be a rising chorus of concern regarding trade. While the economic data may not show trade war having much of an impact at this time, the Fed has made it clear that they are hearing plenty of concern from their business contacts. The majority of these concerns are regarding rising material costs and the loss of supply chains but the Fed believes the end result could be positive for everyone. If the end result is lower tariffs and trade partners "obeying the rules" of global trade, then everyone benefits. However, if countries revert back to a more protectionist era and place tariffs back and forth on each other, American workers and the economy stand to lose significantly.

With all the noise these trade wars are generating, it does appear to be on the Fed's radar and echoes their concerns as to what the next crisis could be. Powell was asked about the next set of problems the Fed faces and alluded to something along the lines of a global event or cyber attack that could trigger the next financial crisis. This has led some to speculate that these trade wars could be that global event but that has not translated into any movement in the market. For now, we'll have to take solace in the fact that it's at least something the Fed is keeping its eye on.

Total Portfolio Shock Table

Lou / Jeff Cty Metro Finance

Effective Interest - Actual Life

Receipts in Period

9/30/2018

<i>Data Category</i>	<i>Down 300</i>	<i>Down 200</i>	<i>Down 100</i>	<i>Current</i>	<i>Up 100</i>	<i>Up 200</i>	<i>Up 300</i>
Current Par	86,669,629.71	86,669,629.71	86,669,629.71	86,669,629.71	86,669,629.71	86,669,629.71	86,669,629.71
Amor. Cost	86,742,282.17	86,742,282.17	86,742,282.17	86,742,282.17	86,742,282.17	86,742,282.17	86,742,282.17
Market Value	85,156,339.37	85,236,887.37	85,317,435.37	85,397,983.37	85,478,531.37	85,559,079.37	85,639,627.37
% Change	-0.28 (0.09)	-0.19 (0.09)	-0.09 (0.09)	0.00 (0.09)	0.09 (0.09)	0.19 (0.09)	0.28 (0.09)
Market Price	98.25	98.35	98.44	98.53	98.63	98.72	98.81
Market Yield	3.092	2.9392	2.7866	2.6344	2.4824	2.3306	2.1792
Gain / Loss	-1,585,942.80	-1,505,394.80	-1,424,846.80	-1,344,298.80	-1,263,750.80	-1,183,202.80	-1,102,654.80

The table above represents the interest rate risk of the investment portfolio of individual fixed incomesecurities. By adjusting current market rates and by using the matrix pricing technique, the portfolio wassubjected to an immediate interest rate shock of plus or minus 300 basis points. The results in weightedaverage total is presented above which details the projected market value, market price, total unrealizedgain (loss) and percentage market value change from the current interest rate environment.